

KING COUNTY, WASHINGTON
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(DOLLARS IN THOUSANDS, EXCEPT PER CAPITA AMOUNT)

FISCAL YEAR	GENERAL BONDED DEBT OUTSTANDING						PERCENTAGE OF ESTIMATED ACTUAL TAXABLE VALUE ^(b) OF PROPERTY	PER CAPITA ^(c)
	GENERAL OBLIGATION BONDS	GENERAL OBLIGATION BOND ANTICIPATION NOTES	GENERAL OBLIGATION LEASE REVENUE BONDS ^(a)	GENERAL OBLIGATION CAPITAL LEASES ^(a)	SPECIAL ASSESSMENT BONDS	TOTAL		
1998	\$1,733,182	\$ -	\$ 78,275	\$ 519	\$ 257	\$ 1,812,233	1.22%	\$ 1,058
1999	1,715,370	-	78,275	144	227	1,794,016	1.08%	1,038
2000	1,619,765	-	78,275	6,324	197	1,704,561	0.91%	980
2001	1,589,985	65,000	78,275	6,093	167	1,739,520	0.83%	990
2002	1,544,310	85,000	140,530	5,780	137	1,775,757	0.77%	1,006
2003	1,399,045	80,000	138,770	5,447	135	1,623,397	0.66%	916
2004	1,604,240	46,370	136,925	5,334	15	1,792,884	0.72%	1,005
2005	1,707,415	60,000	236,025	7,256	15	2,010,711	0.77%	1,114
2006	1,512,828	83,990	422,505	4,695	15	2,024,033	0.69%	1,103
2007	1,482,642	43,975	414,535	4,324	15	1,945,491	0.57%	1,045

Note: Details regarding the County's outstanding debt can be found in Note 13 – Debt.

(a) Limited tax general obligation lease revenue bonds reported as capital leases in the period 1998 through 2006 were reclassified to general obligation lease revenue bonds in 2007. The bonds in this table for 1998 through 2006 have been restated to reflect this reclassification.

(b) Property value data can be found on page 235, Assessed and Estimated Actual Value of Taxable Property.

(c) Population data can be found on page 247, Demographic and Economic Statistics.

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2007
 (IN THOUSANDS)

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED^(a) PERCENTAGE APPLICABLE TO THIS GOVERNMENTAL UNIT	ESTIMATED SHARE OF OVERLAPPING DEBT
DEBT REPAYED WITH PROPERTY TAXES			
King County – net overlapping debt:			
Port of Seattle	\$ 397,835	100.00%	\$ 397,835
School Districts:			
Auburn	115,842	91.89%	106,447
Bellevue	220,545	100.00%	220,545
Federal Way	147,429	100.00%	147,429
Highline	322,422	100.00%	322,422
Issaquah	277,472	100.00%	277,472
Kent	242,616	100.00%	242,616
Lake Washington	282,289	100.00%	282,289
Northshore	309,609	63.36%	196,183
Renton	220,744	100.00%	220,744
Shoreline	120,007	100.00%	120,007
Other school districts	721,962	95.83%	691,875
Total school districts	2,980,937		2,828,029
Cities and towns: ^(b)			
City of Bellevue	157,120	100.00%	157,120
City of Issaquah	33,153	100.00%	33,153
City of Kent	82,893	100.00%	82,893
City of Kirkland	16,944	100.00%	16,944
City of Redmond	40,287	100.00%	40,287
City of Renton	44,018	100.00%	44,018
City of Seattle	770,841	100.00%	770,841
City of Shoreline	17,737	100.00%	17,737
Other cities and towns	128,878	97.60%	125,784
Total cities and towns	1,291,871		1,288,777
Fire districts	44,267	100.00%	44,267
Hospital districts	315,264	100.00%	315,264
Parks and recreation service area district	3,246	63.37%	2,057
King County Library System	73,607	98.01%	72,143
Library capital facility districts	10,558	100.00%	10,558
TOTAL KING COUNTY – NET OVERLAPPING DEBT	5,117,585		4,958,930
 KING COUNTY – NET DIRECT DEBT	 1,100,812 ^(c)	 100.00%	 1,100,812
TOTAL DIRECT AND OVERLAPPING DEBT	\$ 6,218,397		\$ 6,059,742

Source: Assessed value data used to estimate percentages applicable to this governmental unit are provided by the King County Department of Assessments.

Note: Within King County, other municipal governments incur general obligation debt. Debts incurred by other governmental units, although overlapping, have no claim on any County revenues.

(a) Determined by ratio of assessed valuation of property in overlapping unit subject to taxation in reporting unit to total valuation of property subject to taxation in overlapping unit.

(b) Outstanding debts are provided by the cities and towns.

(c) \$1,319,097 General long-term debt – general obligation bonds, lease revenue bonds, installment purchase capital leases, and compensated absences
 43,975 General short-term debt – general obligation bond anticipation notes
 (136,025) Public Facilities District special taxes and revenue financed – Limited Tax GO Bonds
 (98,697) Hotel/motel tax financed – \$8,815 thousand Stadium Unlimited Tax GO bonds and \$89,882 thousand Stadium Limited Tax GO bonds
 (11,683) General obligation debt financed by Component Unit
 (15,855) Funds available in GO Debt Service Funds excluding \$22,786 thousand of hotel/motel and special taxes

\$1,100,812 NET DIRECT DEBT

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(IN THOUSANDS)
(PAGE 1 OF 2)

	1998	1999	2000	2001	2002
Assessed Valuation ^(a)	\$ 150,422,452	\$ 166,321,208	\$ 188,420,104	\$ 210,996,601	\$ 224,994,599
Limited Tax General Obligations (LTGO) for Metropolitan Functions					
Debt Limit – 3/4% of Assessed Value	\$ 1,128,168	\$ 1,247,409	\$ 1,413,151	\$ 1,582,475	\$ 1,687,459
Debt applicable to limit	650,275	633,450	654,835	644,524	631,747
Less: Amounts set aside to repay LTGO debts	(14,406)	(17,221)	(19,272)	(17,913)	(20,686)
Total net debt applicable to the limit	635,869	616,229	635,563	626,611	611,061
Legal Debt Margin ^(b) of LTGO	\$ 492,299	\$ 631,180	\$ 777,588	\$ 955,864	\$ 1,076,398
Total net debt applicable to the limit as a percentage of the debt limit	56.36%	49.40%	44.97%	39.60%	36.21%
Limited Tax General Obligations for General County Purposes and Metropolitan Functions					
Debt Limit – 1½% of Assessed Value	\$ 2,256,337	\$ 2,494,818	\$ 2,826,302	\$ 3,164,949	\$ 3,374,919
Debt applicable to limit ^(c)	1,484,069	1,479,060	1,502,205	1,480,904	1,623,940
Less: Amounts set aside to repay LTGO debts	(36,882)	(50,818)	(42,595)	(45,175)	(48,903)
Total net debt applicable to the limit	1,447,187	1,428,242	1,459,610	1,435,729	1,575,037
Legal Debt Margin ^(b) of LTGO	\$ 809,150	\$ 1,066,576	\$ 1,366,692	\$ 1,729,220	\$ 1,799,882
Total net debt applicable to the limit as a percentage of the debt limit	64.14%	57.25%	51.64%	45.36%	46.67%
Total General Obligations (GO) for Metropolitan Functions					
Debt Limit – 2½% of Assessed Value	\$ 3,760,561	\$ 4,158,030	\$ 4,710,503	\$ 5,274,915	\$ 5,624,865
Debt applicable to limit	650,275	633,450	654,835	644,524	631,747
Less: Amounts set aside to repay GO debts	(14,406)	(17,221)	(19,272)	(17,913)	(20,686)
Total net debt applicable to the limit	635,869	616,229	635,563	626,611	611,061
Legal Debt Margin ^(b) of total GO	\$ 3,124,692	\$ 3,541,801	\$ 4,074,940	\$ 4,648,304	\$ 5,013,804
Total net debt applicable to the limit as a percentage of the debt limit	16.91%	14.82%	13.49%	11.88%	10.86%
Total General Obligations (GO) for County Purposes					
Debt Limit – 2½% of Assessed Value	\$ 3,760,561	\$ 4,158,030	\$ 4,710,503	\$ 5,274,915	\$ 5,624,865
Debt applicable to limit ^(c)	1,163,089	1,152,685	1,130,380	1,123,141	1,254,453
Less: Amounts set aside to repay GO debts	(28,979)	(40,900)	(30,507)	(36,318)	(41,146)
Total net debt applicable to the limit	1,134,110	1,111,785	1,099,873	1,086,823	1,213,307
Legal Debt Margin ^(b) of total GO	\$ 2,626,451	\$ 3,046,245	\$ 3,610,630	\$ 4,188,092	\$ 4,411,558
Total net debt applicable to the limit as a percentage of the debt limit	30.16%	26.74%	23.35%	20.60%	21.57%

Source: Assessed Valuation data are from King County's Department of Assessments.

Note: Details regarding the County's outstanding debt can be found in Note 13 – Debt.

(a) In compliance with Washington State Budgeting, Accounting and Reporting System (BARS), the most current assessed value is used for a given fiscal year and is for the following calendar year's tax roll.

(b) Legal debt margin is the County's available borrowing authority under state statutes.

(c) Limited tax general obligation lease revenue bonds reported as capital leases in the period 1998 through 2006 were reclassified to general obligation lease revenue bonds in 2007. The general obligations for General County purposes debt applicable to limit in the period of 1998 through 2006 have been restated to reflect this reclassification.

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(IN THOUSANDS)
(PAGE 2 OF 2)

	2003	2004	2005	2006	2007
Assessed Valuation ^(a)	\$ 235,834,254	\$ 248,911,783	\$ 270,571,111	\$ 298,755,199	\$ 340,995,440
Limited Tax General Obligations (LTGO)					
for Metropolitan Functions					
Debt Limit – 3/4% of Assessed Value	\$ 1,768,757	\$ 1,866,838	\$ 2,029,283	\$ 2,240,664	\$ 2,557,466
Debt applicable to limit	535,960	574,074	790,025	696,657	718,376
Less: Amounts set aside to repay LTGO debts	(17,914)	(18,779)	(18,173)	(20,126)	(20,482)
Total net debt applicable to the limit	518,046	555,295	771,852	676,531	697,894
Legal Debt Margin ^(b) of LTGO	\$ 1,250,711	\$ 1,311,543	\$ 1,257,431	\$ 1,564,133	\$ 1,859,572
Total net debt applicable to the limit as a percentage of the debt limit	29.29%	29.75%	38.04%	30.19%	27.29%
Limited Tax General Obligations for General County Purposes and Metropolitan Functions					
Debt Limit – 1½% of Assessed Value	\$ 3,537,514	\$ 3,733,677	\$ 4,058,567	\$ 4,481,328	\$ 5,114,932
Debt applicable to limit ^(c)	1,519,339	1,547,231	1,801,177	1,858,302	1,817,183
Less: Amounts set aside to repay LTGO debts	(50,483)	(45,646)	(50,758)	(47,664)	(51,449)
Total net debt applicable to the limit	1,468,856	1,501,585	1,750,419	1,810,638	1,765,734
Legal Debt Margin ^(b) of LTGO	\$ 2,068,658	\$ 2,232,092	\$ 2,308,148	\$ 2,670,690	\$ 3,349,198
Total net debt applicable to the limit as a percentage of the debt limit	41.52%	40.22%	43.13%	40.40%	34.52%
Total General Obligations (GO)					
for Metropolitan Functions					
Debt Limit – 2½% of Assessed Value	\$ 5,895,856	\$ 6,222,795	\$ 6,764,278	\$ 7,468,880	\$ 8,524,886
Debt applicable to limit	535,960	574,074	790,025	696,657	718,376
Less: Amounts set aside to repay GO debts	(17,914)	(18,779)	(18,173)	(20,126)	(20,482)
Total net debt applicable to the limit	518,046	555,295	771,852	676,531	697,894
Legal Debt Margin ^(b) of total GO	\$ 5,377,810	\$ 5,667,500	\$ 5,992,426	\$ 6,792,349	\$ 7,826,992
Total net debt applicable to the limit as a percentage of the debt limit	8.79%	8.92%	11.41%	9.06%	8.19%
Total General Obligations (GO) for County Purposes					
Debt Limit – 2½% of Assessed Value	\$ 5,895,856	\$ 6,222,795	\$ 6,764,278	\$ 7,468,880	\$ 8,524,886
Debt applicable to limit ^(c)	1,211,664	1,338,709	1,345,162	1,461,755	1,363,072
Less: Amounts set aside to repay GO debts	(40,987)	(47,317)	(47,303)	(41,515)	(41,597)
Total net debt applicable to the limit	1,170,677	1,291,392	1,297,859	1,420,240	1,321,475
Legal Debt Margin ^(b) of total GO	\$ 4,725,179	\$ 4,931,403	\$ 5,466,419	\$ 6,048,640	\$ 7,203,411
Total net debt applicable to the limit as a percentage of the debt limit	19.86%	20.75%	19.19%	19.02%	15.50%

Source: Assessed Valuation data are from King County's Department of Assessments.

Note: Details regarding the County's outstanding debt can be found in Note 13 – Debt.

(a) In compliance with Washington State Budgeting, Accounting and Reporting System (BARS), the most current assessed value is used for a given fiscal year and is for the following calendar year's tax roll.

(b) Legal debt margin is the County's available borrowing authority under state statutes.

(c) Limited tax general obligation lease revenue bonds reported as capital leases in the period 1998 through 2006 were reclassified to general obligation lease revenue bonds in 2007. The general obligations for General County purposes debt applicable to limit in the period of 1998 through 2006 have been restated to reflect this reclassification.

KING COUNTY, WASHINGTON
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(IN THOUSANDS, EXCEPT PER CAPITA AMOUNT)

GOVERNMENTAL ACTIVITIES					
FISCAL YEAR	GENERAL OBLIGATION BONDS	GENERAL OBLIGATION BOND ANTICIPATION NOTES	GENERAL OBLIGATION LEASE REVENUE BONDS^(a)	GENERAL OBLIGATION CAPITAL LEASES^(a)	SPECIAL ASSESSMENT BONDS
1998	\$ 1,016,539	\$ -	\$ 78,275	\$ 519	\$ 257
1999	1,021,516	-	78,275	144	227
2000	948,063	-	78,275	6,324	197
2001	928,587	65,000	78,275	6,093	167
2002	911,042	85,000	140,530	5,780	137
2003	870,271	80,000	138,770	5,447	135
2004	1,043,302	46,370	136,925	5,334	15
2005	966,298	60,000	236,025	7,256	15
2006	870,445	83,990	422,505	4,695	15
2007	819,221	43,975	414,535	4,324	15

BUSINESS-TYPE ACTIVITIES								
FISCAL YEAR	GENERAL OBLIGATION BONDS	SEWER REVENUE BONDS	COMMERCIAL PAPER	CAPITAL LEASES	STATE OF WASHINGTON REVOLVING LOANS	TOTAL PRIMARY GOVERNMENT	PERCENTAGE OF PERSONAL INCOME^(b)	PER CAPITA^(b)
1998	\$ 716,643	\$ 574,455	\$ 100,000	\$ 75,537	\$ 50,568	\$ 2,612,793	3.99%	\$ 1,526
1999	693,854	711,035	100,000	70,668	48,621	2,724,340	3.73%	1,576
2000	671,702	690,090	100,000	58,029	60,021	2,612,701	3.38%	1,502
2001	661,398	890,556	83,500	43,294	58,774	2,815,644	3.66%	1,602
2002	633,268	952,421	93,300	34,883	38,196	2,894,557	3.71%	1,640
2003	528,774	1,038,056	100,000	29,147	86,391	2,876,991	3.63%	1,624
2004	560,938	1,210,341	100,000	13,101	93,465	3,209,791	3.63%	1,798
2005	741,117	1,189,756	100,000	3,685	111,483	3,415,635	3.88%	1,892
2006	642,383	1,499,105	50,000	3,611	118,622	3,695,371	3.83%	2,015
2007	663,421	1,724,220	100,000	3,534	118,524	3,891,769	4.03% ^(c)	2,091

Note: Details regarding the County's outstanding debt can be found in Note 13 – Debt.

(a) Limited tax general obligation lease revenue bonds reported as capital leases in the period 1998 through 2006 were reclassified to general obligation lease revenue bonds in 2007. The bonds in this table for 1998 through 2006 have been restated to reflect this reclassification.

(b) Personal income and population data can be found in the Schedule of Demographic and Economic Statistics on page 247.

(c) Because personal income data is not available for 2007, the percentage uses the personal income amount for 2006.

KING COUNTY, WASHINGTON
SPECIAL TAXES AND REVENUES COLLECTIONS
LIMITED TAX GENERAL OBLIGATION BONDS
SERIES 1997 A-D, 2002 REFUNDING, 2004 SERIES C & D REFUNDING (BASEBALL STADIUM)
LAST TEN FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (IN THOUSANDS)

FISCAL YEAR	FOOD AND BEVERAGE TAXES	CAR RENTAL TAXES	COUNTY SALES TAXES	STATE LOTTERY RECEIPTS	STATE LICENSE PLATE RECEIPTS	STADIUM ADMISSION TAXES	TOTAL
1998	\$ 12,821	\$ 4,688	\$ 5,731	\$ 3,245	\$ 222	\$ -	\$ 26,707
1999	12,403	4,970	6,923	3,375	210	1,774	29,655
2000	16,053	5,377	5,536	3,510	201	4,056	34,733
2001	15,099	5,004	6,627	3,650	207	5,263	35,850
2002	15,201	4,812	6,379	3,796	181	4,552	34,921
2003	15,677	4,867	6,397	3,948	179	4,462	35,530
2004	16,807	4,712	6,762	4,106	163	4,040	36,590
2005	17,950	5,060	7,341	4,270	137	3,800	38,558
2006	19,305	5,472	7,899	4,441	113	3,559	40,789
2007	20,958	5,671	8,704	4,618	116	3,796	43,863

Note: The County's outstanding Limited Tax General Obligation Bonds, 1997 Series A-D, 2002 Refunding, 2004 C & D Refunding (Baseball Stadium) are additionally secured by certain special taxes and revenues. This data is presented pursuant to the Securities and Exchange Commission Rule 15c2-12.

**WATER QUALITY ENTERPRISE
ADDITIONAL COVERAGE RATIOS
DECEMBER 31, 2007**

The Water Quality Enterprise is obligated by applicable bond ordinances to set sewage disposal rates at a level adequate to provide net revenue equal to at least 1.15 times the annual debt service requirements for sewer revenue and general obligation bonds payable from revenues of the Enterprise. It is the adopted policy of the Enterprise to achieve a debt service coverage ratio of 1.25.

Coverage (1.15 required by covenant, adopted policy 1.25) 1.39

In 2001 the County adopted a new debt service coverage target of 1.15 times the annual debt service for bonds, obligations, notes, and loans of the Enterprise.

Coverage (1.15 adopted target) 1.19

The Enterprise is required to generate revenues sufficient to pay all costs of operation of the sewage treatment system and debt service on obligations of the Enterprise.

Coverage (1.00 required by covenant) 1.16

In 2001 and 2006 the Enterprise issued an additional tier of revenue bonds. The bond covenants of the Junior Lien Variable Rate Demand Sewer Revenue Bonds, Series 2001A and Series 2001B, and 2006A-B, Junior Lien Multi-Modal, require that sewage disposal rates provide net revenue equal to at least 1.10 times the annual debt service requirements for all junior lien obligations after payment of senior lien requirements.

Coverage (1.10 required by covenant) 5.38

KING COUNTY, WASHINGTON
REVENUE BOND COVERAGE FOR THE WATER QUALITY ENTERPRISE
LAST TEN FISCAL YEARS
(DOLLARS IN THOUSANDS)

FISCAL YEAR	OPERATING REVENUES	INTEREST EARNED ON INVESTMENTS ^(a)	SUBTOTAL	OPERATING AND MAINTENANCE EXPENSE	NET AVAILABLE FOR DEBT SERVICE	DEBT SERVICE ^(b)		COVERAGE
						PRINCIPAL	INTEREST	
1998	\$ 171,746	\$ 6,381	\$ 178,127	\$ 66,710	\$ 111,417	\$ 14,332	\$ 59,913	150%
1999	174,510	8,805	183,315	74,819	108,496	18,039	59,842	139%
2000	180,263	10,417	190,680	82,779	107,901	18,564	62,972	132%
2001	187,074	7,091	194,165	89,073	105,092	18,670	58,875	136%
2002	213,223	4,875	218,098	79,640	138,458	17,440	61,772	175%
2003	214,158	5,072	219,230	82,887	136,343	27,650	65,711	146%
2004	217,275	3,852	221,127	82,778	138,349	28,555	71,296	139%
2005	221,043	6,617	227,660	83,651	144,009	29,330	79,190	133%
2006	241,317	9,131	250,448	91,120	159,328	30,890	80,723	143%
2007	262,930	5,559	268,489	95,574	172,915	32,585	92,120	139%

Note: The Water Quality Enterprise is obligated by bond ordinance to collect net revenue equal to at least 1.15 times the defined debt service requirements payable from revenues of the Enterprise.

(a) By interpretation of applicable rate covenant, interest earned on investments for all years excludes the effects of GASB Statement 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pool*. For 2007 the exclusion decreases interest income by \$1.3 million.

(b) By interpretation of applicable rate covenant, debt service excludes the principal and interest on bonds refunded in the current year.